

KIQ 37: Will China maintain its economic development and to what extent will it rely on the West to support its economy, especially in areas related to its military-industrial complex?

Include how weapon systems and defense programs are financed and how they influence defense and overall economic planning and performance.

I. COLLECTION AND PRODUCTION NEEDS

The principal areas on which reporting and analysis are desired during the fiscal year are:

Target A: Information on the size and composition of the PRC defense budget, including all sources of funds for MOD programs.

II. ORGANIZATIONAL COMMITMENTS

A. Collection

25X1

Target A: [redacted]

25X1

[redacted] will continue to be the primary

collectors on this target. This will be supplemented by [redacted]

25X1

[redacted] reporting.

25X1

DIA REVIEW COMPLETED

B. Production

The production of intelligence on Chinese military finances will be primarily a continuation of long-standing efforts. In particular, the intelligence community commits itself to the following intelligence products:

1. CIA/OSR will develop estimates of PRC military expenditures in terms of both dollars and yuan.

10

SECRET

FD-36 (Rev. 1-25-64) LDX CEN

25X1

WARNING: DIA

Nov 20

3 35 PM '75

DIA/SERVICES CONTRIBUTION ON KIQ 37

KIQ 37: Will China maintain its economic development, and to what extent will it rely on the West to support its economy especially in areas related to its Military Industrial complex? Include how weapon systems and defense programs are financed and how they influence defense and overall economic planning and performance.

10

I. COLLECTION AND PRODUCTION NEEDS

A. COLLECTION - the principal areas on which reporting and analysis are desired during the fiscal year are:

TARGET A - Information regarding the military planning and budget process to include procedures, sequence, and priorities.

TARGET B - Organization of the Military Industrial complex and its interrelation with the national economy and economic/military development including both costs and benefits.

TARGET C - Information regarding the importation of foreign technology and resources to develop the economy, specifically including military programs.

OK

II. ORGANIZATIONAL COMMITMENTS

A. COLLECTION

SECRET

J-6081/DIRE-4E

25X1

Approved For Release 2002/07/02 : CIA-RDP78Z02997A000100100019-8

Approved For Release 2002/07/02 : CIA-RDP78Z02997A000100100019-8